

**EVANGELINE PARISH
COMMUNICATIONS DISTRICT**

Financial Report

Year Ended December 31, 2009

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/21/10

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INDEPENDENT AUDITORS' REPORT

The President and Members of
the Board of Commissioners
Evangeline Parish Communications District
Ville Platte, Louisiana

We have audited the accompanying financial statements of the governmental activities and the major fund of the Evangeline Parish Communications District (Communications District), a component unit of the Evangeline Parish Police Jury, as of and for the year ended December 31, 2009, which collectively comprise the Communications District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Communications District. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and major fund of the Evangeline Parish Communications District, as of December 31, 2009, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated March 22, 2010, on our consideration of the Communications District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards, and should be considered in assessing the results of our audit.

The Evangeline Parish Communications District has not presented management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be part of, the basic financial statements.

The required supplementary information on page 21 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
March 22, 2010

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

Evangeline Parish Communications District
Ville Platte, Louisiana

Statement of Net Assets
December 31, 2009

	<u>Governmental Activities</u>
ASSETS	
Current assets:	
Cash and interest-bearing deposits	\$ 846,340
Receivables, net	<u>208,366</u>
Total current assets	1,054,706
Noncurrent assets:	
Capital assets, net	<u>259,537</u>
Total assets	<u>1,314,243</u>
LIABILITIES	
Current liabilities:	
Accounts and other payables	<u>9,949</u>
NET ASSETS	
Invested in capital assets	259,537
Unrestricted	<u>1,044,757</u>
Total net assets	<u>\$ 1,304,294</u>

The accompanying notes are an integral part of the basic financial statements.

Evangeline Parish Communications District
Ville Platte, Louisiana

Statement of Activities
For the Year Ended December 31, 2009

Activities	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental activities:				
Public safety	<u>\$416,447</u>	<u>\$335,936</u>	<u>\$17,416</u>	<u>\$ (63,095)</u>
General revenues:				
Ad valorem taxes				173,869
Miscellaneous income				452
Interest and investment earnings				<u>19,468</u>
Total general revenues				<u>193,789</u>
Change in net assets				130,694
Net assets - January 1, 2009				<u>1,173,600</u>
Net assets - December 31, 2009				<u>\$ 1,304,294</u>

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

Evangeline Parish Communications District
Ville Platte, Louisiana

Balance Sheet
Governmental Fund - General Fund
December 31, 2009

ASSETS

Cash and interest-bearing deposits	\$ 846,340
Revenue receivable	<u>208,366</u>
Total assets	<u>\$1,054,706</u>

LIABILITIES AND FUND BALANCE

Liabilities:	
Accounts payable	\$ 9,949
Fund balance:	
Unreserved, undesignated	<u>1,044,757</u>
Total liabilities and fund balance	<u>\$1,054,706</u>

The accompanying notes are an integral part of the basic financial statements.

Evangeline Parish Communications District
Ville Platte, Louisiana

Reconciliation of the Governmental Fund Balance Sheet
to the Statement of Net Assets
December 31, 2009

Total fund balance for the governmental fund at December 31, 2009		\$ 1,044,757
Cost of capital assets at December 31, 2009	\$387,134	
Less: Accumulated depreciation	<u>(127,597)</u>	<u>259,537</u>
Total net assets of governmental activities at December 31, 2009		<u>\$ 1,304,294</u>

The accompanying notes are an integral part of the basic financial statements.

Evangeline Parish Communications District
Ville Platte, Louisiana

Statement of Revenues, Expenditures, and Change in Fund Balance -
Governmental Fund - General Fund
For the Year Ended December 31, 2009

Revenues:	
Ad valorem tax	\$ 173,869
Charges for services -	
Telephone surcharges	139,265
Cellular surcharges	196,671
Local grants	17,416
Miscellaneous income	452
Interest on deposits	19,468
Total revenues	<u>547,141</u>
Expenditures:	
Public safety -	
Advertising	205
Auto expense	4,670
Bad debt expense	636
Bank charges	12
Dues and subscriptions	789
Repairs and maintenance	52,592
Insurance	8,336
Miscellaneous	119
Seminar/convention	10,628
Equipment lease	30,641
Office	12,448
Postage	324
Supplies	1,153
Telephone	8,853
Professional fees	6,908
Salaries and related benefits	231,922
Pension expense	5,218
Capital outlay	20,800
Total expenditures	<u>396,254</u>
Excess of revenues over expenditures	150,887
Fund balance, beginning	<u>893,870</u>
Fund balance, ending	<u>\$ 1,044,757</u>

The accompanying notes are an integral part of the basic financial statements.

Evangeline Parish Communications District
Ville Platte, Louisiana

Reconciliation of the Statement of Revenues, Expenditures, and
Change in Fund Balance of Governmental Fund
to the Statement of Activities
For the Year Ended December 31, 2009

Total net change in fund balance for the year ended December 31, 2009 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$150,887
Capital outlay which is considered an expenditure on Statement of Revenues, Expenditures, and Changes in Fund Balances	\$ 20,800	
Depreciation expense for year ended December 31, 2009	(38,696)	
Current year disposition of capital assets net of accumulated depreciation	<u>(2,297)</u>	<u>(20,193)</u>
Total change in net assets for the year ended December 31, 2009 per Statement of Activities		<u>\$ 130,694</u>

The accompanying notes are an integral part of the basic financial statements.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements

(1) Summary of Significant Accounting Policies

The accompanying financial statements of the Evangeline Parish Communications District (Communications District) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. GAAP includes all relevant Governmental Accounting Standards Board (GASB) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this note.

Such accounting and reporting procedures also conform to the requirements of Louisiana Revised Statutes 24:513 and to the industry audit guide, Audits of State and Local Governments.

The following is a summary of certain significant accounting policies:

A. Financial Reporting Entity

The Evangeline Parish Communications District (hereafter referred to as the "Communications District") has been created by and in accordance with provisions of Louisiana Revised Statute Title 33, Chapter 31, Section 9101-9106 for the purpose of establishing an Enhanced Emergency 911 Service. The District's board consists of nine members who are appointed by the Evangeline Parish Police Jury and serve four year terms. Board members receive no compensation.

This report includes all funds, which are controlled by or dependent on the District and legislative branches (the President and Board of Commissioners). Control by or dependence on the District was determined on the basis of general oversight responsibility.

B. Basis of Presentation

Government-Wide Financial Statements (GWFS)

The statement of net assets and statement of activities display information about the reporting government as a whole. They include the fund of the reporting entity, which is considered to be a governmental activity.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

The statement of activities presents a comparison between direct expenses and program revenues for each function of the Communications District's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and charges paid by the recipients for goods or services offered by the programs, and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

Fund Financial Statements (FFS)

The accounts of the Communications District are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

The fund of the Communications District is classified as a governmental fund. The emphasis on fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. A fund is considered major if it is the primary operating fund of the entity or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The major fund of the Communications District is described below:

Governmental Fund -

General Fund

The General Fund, as provided by Louisiana Revised Statute 13:781, is the principal fund of the Communications District and is used to account for the operations of the Communications District's office. The various fees and charges due to the Communications District's office are accounted for in this fund. General operating expenditures are paid from this fund.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to Basic Financial Statements (Continued)

C. Measurement Focus/Basis of Accounting

Measurement focus is a term used to describe “which” transactions are recorded within the various financial statements. Basis of accounting refers to “when” transactions are recorded regardless of the measurement focus applied.

Measurement Focus

On the government-wide statement of net assets and the statement of activities, governmental activities are presented using the economic resources measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net assets (or cost recovery) and financial position. All assets and liabilities (whether current or noncurrent) associated with its activities are reported. Government-wide fund equity is classified as net assets. In the fund financial statements, the “current financial resources” measurement focus is used. Only current financial assets and liabilities are generally included on its balance sheet. Their operating statement presents sources and uses of available spendable financial resources during a given period. This fund uses fund balance as its measure of available spendable financial resources at the end of the period.

Basis of Accounting

In the government-wide statement of net assets and statement of activities, the governmental activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Revenues are classified by source and expenditures are classified by function and character. Expenditures (including capital outlay) generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures are recorded only when payment is due.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements (Continued)

Program revenues

Program revenues included in the Statement of Activities are derived directly from the program itself or from parties outside the District's taxpayers or citizenry, as a whole; program revenues reduce the cost of the function to be financed from the District's general revenues.

D. Assets, Liabilities and Equity

Cash and interest-bearing deposits

For purposes of the statement of net assets, cash and interest-bearing deposits include all demand accounts, savings accounts, and certificates of deposits of the Communications District.

Prepaid items

Payments made to vendors for services that will benefit periods beyond December 31, 2009, are recorded as prepaid items.

Capital Assets

Capital assets, which include property, plant, and equipment, are reported in the governmental activities column in the government-wide financial statements. Capital assets are capitalized at historical cost or estimated cost if historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. The Communications District maintains a threshold level of \$1,000 or more for capitalizing capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Depreciation of all exhaustible capital assets is recorded as an expense in the statement of activities, with accumulated depreciation reflected in the statement of net assets. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Furniture, fixtures and equipment	5-10 years
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EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements (Continued)

Equity Classifications

In the government-wide statements, equity is classified as net assets and displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In the fund statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved, with unreserved further split between designated and undesignated.

E. Budgetary and Budgetary Accounting

The Communications District follows these procedures in establishing the budgetary data reflected in the financial statements:

1. A proposed budget is prepared and submitted to the Communications District for the fiscal year no later than fifteen days prior to the beginning of each fiscal year.
2. To the extent that proposed expenditures are greater than \$500,000, a summary of the proposed budget is published and the public is notified that the proposed budget is available for public inspection. At the same time, a public hearing is called.
3. A public hearing is held on the proposed budget at least ten days after publication of the call for a hearing.
4. After the holding of the public hearing and completion of all action necessary to finalize and implement the budget, the budget is legally adopted prior to the commencement of the fiscal year for which the budget is being adopted.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements (Continued)

5. All budgetary appropriations lapse at the end of each fiscal year.
6. The budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). Budgeted amounts included in the accompanying financial statements are as originally adopted or as finally amended by the Communications District.

F. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

(2) Cash and Interest-Bearing Deposits

Under state law, the Communications District may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Communications District may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. At December 31, 2009, the Communications District has cash and cash equivalents (book balances) totaling \$846,340 as follows:

	Governmental Activities
Cash	\$ 78,391
Time and money market deposits	<u>767,949</u>
Total	<u>\$846,340</u>

Custodial credit risk for deposits is the risk that in the event of the failure of a depository financial institution, the Communications District's deposits may not be recovered or will not be able to recover the collateral securities that are in the possession of an outside party. The Communications District does not have a policy for custodial credit risk, however, under state law, these deposits (or the resulting bank balances) must be secured by federal deposit insurance or similar federal security or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank by a holding or custodial bank that is mutually acceptable to both parties. As of December 31, 2009, bank balances in the amount of \$846,340 were secured in total by federal deposit insurance.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements (Continued)

(3) Receivables

Receivables at December 31, 2009 of \$208,366 consist of the following:

Taxes:

Ad valorem, net	\$ 153,343
Telephone/cellular surcharges	50,192
OEP reimbursement	<u>4,831</u>
Total	<u>\$ 208,366</u>

(4) Capital Assets

Capital asset balances and activity for the year ended December 31, 2009 are as follows:

	Balance 01/01/09	Additions	Deletions	Balance 12/31/09
Land	\$ -	\$ 20,800	\$ -	\$ 20,800
Furniture, fixtures and equipment	<u>394,792</u>	<u>-</u>	<u>28,458</u>	<u>366,334</u>
Totals	394,792	20,800	28,458	387,134
Less: Accumulated depreciation	<u>115,062</u>	<u>38,696</u>	<u>26,161</u>	<u>127,597</u>
Net capital assets	<u>\$ 279,730</u>	<u>\$ (17,896)</u>	<u>\$ 2,297</u>	<u>\$ 259,537</u>

Depreciation expense of \$38,696 was charged to the general government function.

(5) Ad Valorem Taxes

Ad valorem taxes attach as an enforceable lien on property as of January 1 of each year. Taxes are levied in September or October and billed to the taxpayers by the Evangeline Parish Sheriff in December. Billed taxes are due by December 31, becoming delinquent on January 1 of the following year. The taxes are based on assessed values determined by the Evangeline Parish Assessor and are collected by the Sheriff.

For the year ended December 31, 2009, taxes were levied at the rate of 1.03 mills on property with assessed valuations totaling \$155,514,960.

Total adjusted taxes levied during 2009 were \$159,836. Taxes receivable at December 31, 2009, were \$153,343, net of an allowance for uncollectible taxes of \$636.

EVANGELINE PARISH COMMUNICATIONS DISTRICT
Ville Platte, Louisiana

Notes to the Basic Financial Statements (Continued)

(6) Intergovernmental Agreements

The Evangeline Parish Communications District contracts with the Evangeline Parish Police Jury and the Evangeline Parish Sheriff's Department in an intergovernmental agreement in which the Police Jury and Sheriff provide all employees necessary to operate the District. The District subsequently reimburses the Police Jury and Sheriff for all salaries and related benefits, including payroll taxes, insurance and pension.

(7) Implementation of Wireless E911 Service

In accordance with Louisiana Revised Statute 33:9109, the Communications District is authorized to collect emergency telephone service charges on wireless communications systems to pay the costs of implementing FCC ordered enhancements. Once these enhancements have been made and the system implementation complete the proceeds can be used for any lawful purpose of the District. Phase I enhancements are complete. The Communications District is in the process of implementing Phase II enhancements. Collections of wireless services charges totaled \$196,671 for the year ending December 31, 2009.

(8) Risk Management

The Communications District is exposed to risks of loss in the areas of auto and property liability and surety bonds. All of these risks are handled by purchasing commercial insurance coverage. There have been no significant reductions in the insurance coverage during the year.

(9) Litigation

There is no litigation pending against the Communications District at December 31, 2009.

(10) Subsequent Event Review

The management of the Communications District has evaluated subsequent events through April 7, 2010, the date which the financial statements were available to be issued.

**REQUIRED
SUPPLEMENTARY INFORMATION**

Evangeline Parish Communications District
Ville Platte, Louisiana

Budgetary Comparison Schedule
General Fund
Year Ended December 31, 2009

	Budget		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Ad valorem tax	\$ 120,897	\$ 147,572	\$ 173,869	\$ 26,297
Charges for services -				
Telephone surcharges	145,017	138,246	139,265	1,019
Cellular surcharges	185,258	187,818	196,671	8,853
Local grants	9,577	5,283	17,416	12,133
Miscellaneous	2,075	1,000	452	(548)
Interest on deposits	17,502	20,171	19,468	(703)
Total revenues	<u>480,326</u>	<u>500,090</u>	<u>547,141</u>	<u>47,051</u>
Expenditures:				
Public safety -				
Advertising	-	4,909	205	4,704
Auto expense	5,189	-	4,670	(4,670)
Bad debt expense	-	-	636	(636)
Bank charges	-	-	12	(12)
Dues and subscriptions	690	552	789	(237)
Repairs and maintenance	7,000	26,721	52,592	(25,871)
Insurance	6,909	6,922	8,336	(1,414)
Miscellaneous	1,000	1,000	119	881
Seminar/convention	1,318	600	10,628	(10,028)
Equipment lease	62,000	34,658	30,641	4,017
Office	25,888	24,718	12,448	12,270
Postage	300	350	324	26
Supplies	-	1,000	1,153	(153)
Telephone	10,000	9,000	8,853	147
Professional fees	5,750	6,840	6,908	(68)
Salaries and related benefits	226,292	236,513	231,922	4,591
Pension expense	-	5,218	5,218	-
Capital outlay	10,000	20,800	20,800	-
Total expenditures	<u>362,336</u>	<u>379,801</u>	<u>396,254</u>	<u>(16,453)</u>
Excess of revenues over expenditures	117,990	120,289	150,887	30,598
Fund balance, beginning	<u>893,870</u>	<u>893,870</u>	<u>893,870</u>	<u>-</u>
Fund balance, ending	<u>\$1,011,860</u>	<u>\$1,014,159</u>	<u>\$1,044,757</u>	<u>\$ 30,598</u>

**INTERNAL CONTROL
AND
COMPLIANCE**

KOLDER, CHAMPAGNE, SLAVEN & COMPANY, LLC

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The President and Members of
the Board of Commissioners
Evangeline Parish Communications District
Ville Platte, Louisiana

We have audited the financial statements of the governmental activities and the major fund of the Evangeline Parish Communications District (Communications District), a component unit of the Evangeline Parish Police Jury, as of and for the year ended December 31, 2009, which collectively comprise the Communications District's basic financial statements and have issued our report thereon dated March 22, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Evangeline Parish Communications District's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Communications District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Communications District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be

prevented or detected by the entity's internal control. We consider the deficiencies described in the accompanying summary schedule of current and prior year audit findings and corrective action plan as items 09-1(IC) and 09-2(IC) to be significant deficiencies in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Evangeline Parish Communications District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

The Evangeline Parish Communications District's response to the findings identified in our audit is described in the accompanying summary schedule of current and prior year audit findings and corrective action plan. We did not audit the Communications District's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management of the Evangeline Parish Communications District and is not intended to be and should not be used by anyone other than this specified party. However, this report is a matter of public record and its distribution is not limited.

Kolder, Champagne, Slaven & Company, LLC
Certified Public Accountants

Ville Platte, Louisiana
March 22, 2010

Evangeline Parish Communications District
Ville Platte, Louisiana

**Summary Schedule of Current and Prior Year Audit Findings
and Corrective Action Plan
Year Ended December 31, 2009**

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken</u>	<u>Corrective Action Planned</u>	<u>Name of Contact Person</u>	<u>Completion Date</u>
CURRENT YEAR (12/31/09) --						
Compliance:						
There were no compliance findings noted.						
Internal Control:						
09-1(I)(C)	1995	Due to the small number of employees, the Communications District did not have adequate segregation of functions within the accounting system.	No	Based upon the size of the operation and the cost benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.	Kent Fontenot, Chairman	N/A
09-2(I)(C)	2007	The Communications District does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	No	The Communications District has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Kent Fontenot, Chairman	N/A
PRIOR YEAR (12/31/08) --						
Compliance:						
There were no compliance findings noted.						
Internal Control:						
08-1(I)(C)	1995	Due to the small number of employees, the District did not have adequate segregation of functions within the accounting system.	No	Based upon the size of the operation and the cost benefit of additional personnel, it may not be feasible to achieve complete segregation of duties.	Kent Fontenot, Chairman	N/A
08-2(I)(C)	2007	The Communications District does not have a staff person who has the qualifications and training to apply generally accepted accounting principles (GAAP) in recording the entity's financial transactions or preparing its financial statements, including related notes.	No	The Communications District has evaluated the cost vs. benefit of establishing internal controls over the preparation of financial statements in accordance with GAAP, and determined that it is in the best interests of the government to outsource this task to its independent auditors, and to carefully review the draft financial statements and notes prior to approving them and accepting responsibility for their contents and presentation.	Kent Fontenot, Chairman	N/A